

# Gordon Nicolson Kiltmakers Ltd

Unaudited Filleted Financial Statements  
for the Year Ended 28 February 2023

# **Gordon Nicolson Kiltmakers Ltd**

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**Gordon Nicolson Kiltmakers Ltd**

**Company Information**

<b>Directors</b>	Mr GB Nicolson Mrs Mary Louise Nicolson
<b>Registered office</b>	189 Canongate The Royal Mile Edinburgh Midlothian EH8 8BN
<b>Accountants</b>	Deans Accountants And Business Advisors Ltd Chartered Accountants and Business Advisors 27 North Bridge Street Hawick TD9 9BD

# DEANS

## Chartered Accountants

### **Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory Accounts of Gordon Nicolson Kiltmakers Ltd for the Year Ended 28 February 2023**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Gordon Nicolson Kiltmakers Ltd for the year ended 28 February 2023 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland (ICAS), we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/ethics/icas-code-of-ethics>.

This report is made solely to the Board of Directors of Gordon Nicolson Kiltmakers Ltd, as a body, in accordance with the terms of our engagement letter dated 18 December 2008. Our work has been undertaken solely to prepare for your approval the accounts of Gordon Nicolson Kiltmakers Ltd and state those matters that we have agreed to state to the Board of Directors of Gordon Nicolson Kiltmakers Ltd, as a body, in this report in accordance with ICAS guidance ([www.icas.com/accountsprep/guidance](http://www.icas.com/accountsprep/guidance)). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Gordon Nicolson Kiltmakers Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Gordon Nicolson Kiltmakers Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Gordon Nicolson Kiltmakers Ltd. You consider that Gordon Nicolson Kiltmakers Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Gordon Nicolson Kiltmakers Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....  
Deans Accountants And Business Advisors Ltd  
Chartered Accountants and Business Advisors  
27 North Bridge Street  
Hawick  
TD9 9BD

30 November 2023

**Gordon Nicolson Kiltmakers Ltd**  
**(Registration number: SC348334)**  
**Balance Sheet as at 28 February 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	49,803	29,722
<b>Current assets</b>			
Stocks	<u>6</u>	384,889	265,993
Debtors	<u>7</u>	138,185	118,193
Cash at bank and in hand		121,919	161,313
		644,993	545,499
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	(590,279)	(294,419)
<b>Net current assets</b>		54,714	251,080
<b>Total assets less current liabilities</b>		104,517	280,802
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	(113,807)	(160,953)
<b>Provisions for liabilities</b>		(2,065)	(2,065)
<b>Net (liabilities)/assets</b>		(11,355)	117,784
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	1	1
Retained earnings		(11,356)	117,783
Shareholders' (deficit)/funds		(11,355)	117,784

For the financial year ending 28 February 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 30 November 2023 and signed on its behalf by:

.....  
Mr GB Nicolson  
Director

The notes on pages 4 to 10 form an integral part of these financial statements.  
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## **Gordon Nicolson Kiltmakers Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

#### **1 General information**

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:

189 Canongate  
The Royal Mile  
Edinburgh  
Midlothian  
EH8 8BN  
Scotland

These financial statements were authorised for issue by the Board on 30 November 2023.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The company is not directly impacted by Brexit.

The company has suffered financially from the pandemic. Where appropriate, government support in the forms of grants and loans were used to mitigate the impact of lockdowns etc. The directors will continue to assess the impact of the pandemic and make decisions accordingly.

The financial statements are presented in Sterling (£) and rounded to the nearest £0.

## **Gordon Nicolson Kiltmakers Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

#### **Going concern**

The company has net liabilities of £11,355. The company has the support of its shareholders and lenders and the director considers the company to be a going concern.

#### **Judgements**

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made included:

Useful economic lives of tangible assets – the annual depreciation charge for tangible assets is sensitive to change in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on economic utilisation, and the physical condition of the assets.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales value added tax, returns, rebates and discounts. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### **Tangible assets**

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Motor vehicles	25% reducing balance
Furniture, fittings, tools and equipment	20% reducing balance

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there

is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

## **Gordon Nicolson Kiltmakers Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## **Gordon Nicolson Kiltmakers Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **Financial instruments**

##### ***Classification***

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### ***Recognition and measurement***

Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as an interest expense in the profit and loss account.

##### ***Impairment***

At the end of each reporting period financial instruments measured at fair value are assessed for objective evidence of impairment. The impairment loss is recognised in the profit and loss account.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 20 (2022 - 16).

**Gordon Nicolson Kiltmakers Ltd**

**Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

**4 Loss before tax**

Arrived at after charging/(crediting)

	<b>2023</b> £	<b>2022</b> £
Depreciation expense	<u>11,897</u>	<u>9,427</u>

**5 Tangible assets**

	<b>Furniture, fittings and equipment £</b>	<b>Motor vehicles £</b>	<b>Total £</b>
<b>Cost or valuation</b>			
At 1 March 2022	7,891	61,089	68,980
Additions	<u>7,493</u>	<u>24,485</u>	<u>31,978</u>
At 28 February 2023	<u>15,384</u>	<u>85,574</u>	<u>100,958</u>
<b>Depreciation</b>			
At 1 March 2022	2,128	37,130	39,258
Charge for the year	<u>1,826</u>	<u>10,071</u>	<u>11,897</u>
At 28 February 2023	<u>3,954</u>	<u>47,201</u>	<u>51,155</u>
<b>Carrying amount</b>			
At 28 February 2023	<u>11,430</u>	<u>38,373</u>	<u>49,803</u>
At 28 February 2022	<u>5,763</u>	<u>23,959</u>	<u>29,722</u>

**6 Stocks**

	<b>2023</b> £	<b>2022</b> £
Raw materials and consumables	<u>384,889</u>	<u>265,993</u>

**7 Debtors**

	<b>2023</b> £	<b>2022</b> £
<b>Current</b>		
Trade debtors	32,868	31,677
Prepayments	8,629	-
Other debtors	<u>96,688</u>	<u>86,516</u>
	<u>138,185</u>	<u>118,193</u>

**Gordon Nicolson Kiltmakers Ltd**

**Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

**8 Creditors**

**Creditors: amounts falling due within one year**

	Note	2023 £	2022 £
<b>Due within one year</b>			
Loans and borrowings	<u>10</u>	127,142	50,394
Trade creditors		128,953	105,124
Taxation and social security		255,027	128,504
Accruals and deferred income		33,800	5,850
Other creditors		45,357	4,547
		<u>590,279</u>	<u>294,419</u>

**Creditors: amounts falling due after more than one year**

	Note	2023 £	2022 £
<b>Due after one year</b>			
Loans and borrowings	<u>10</u>	<u>113,807</u>	<u>160,953</u>

**9 Share capital**

**Allotted, called up and fully paid shares**

	2023		2022	
	No.	£	No.	£
Ordinary shares of £1 each	1	1	1	1

**10 Loans and borrowings**

	2023 £	2022 £
<b>Non-current loans and borrowings</b>		
Other borrowings	<u>113,807</u>	<u>160,953</u>

	2023 £	2022 £
<b>Current loans and borrowings</b>		
Other borrowings	<u>127,142</u>	<u>50,394</u>

**Gordon Nicolson Kiltmakers Ltd**

**Notes to the Unaudited Financial Statements for the Year Ended 28 February 2023**

**11 Related party transactions**

**Transactions with directors**

	<b>At 1 March 2022 £</b>	<b>Advances to director £</b>	<b>Repayments by director £</b>	<b>At 28 February 2023 £</b>
<b>2023</b>				
<b>Mr GB Nicolson</b>				
Loans are undated, unsecured and have no fixed repayment terms. Interest is charged on overdrawn loans at 2.25% per annum.	30,018	96,972	(118,598)	8,392

	<b>At 1 March 2021 £</b>	<b>Advances to director £</b>	<b>Repayments by director £</b>	<b>At 28 February 2022 £</b>
<b>2022</b>				
<b>Mr GB Nicolson</b>				
Loans are undated, unsecured and have no fixed repayment terms. Interest is charged on overdrawn loans at 2.25% per annum.	(4,918)	98,412	(63,476)	30,018

**Summary of transactions with entities with joint control or significant interest**

GB Nicolson (a director)

During the year the company advanced loans to the Kilberry Bagpipes Ltd of £83,296 (2022 - £56,498). There are no specific repayment terms. Kilberry Bagpipes Limited is under the control of Mr G Nicolson.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.